

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT FILING OF)	CASE NO.
NORTH SHELBY WATER COMPANY)	2017-00444

ORDER

On November 21, 2017, North Shelby Water Company (“North Shelby”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. North Shelby purchases water from Louisville Water Company, Frankfort Electric & Water Plant Board, Shelbyville Municipal Water & Sewer Commission (“Shelbyville”), and West Shelby Water District.

2. Shelbyville notified North Shelby that its wholesale rate would increase from \$1.96 per 1,000 gallons to \$2.11 per 1,000 gallons effective November 19, 2017.² North Shelby proposes to increase the water rates to its customers effective December 1, 2017, to reflect the increased cost of purchased water from Shelbyville.

3. North Shelby proposed a purchased water adjustment factor of \$0.05 per 1,000 gallons.

¹ KRS 278.015; 807 KAR 5:068.

² TFS 2017-00574 (Ky. PSC Filed October 18, 2017); the tariff was accepted for filing by the Commission by letter dated November 19, 2017.

4. During the 12 months ended September 30, 2017, North Shelby purchased a total of 439,148,100 gallons of water, 108,836,100 of which were purchased from Shelbyville, and sold 363,487,800 gallons. The increase in the cost of purchased water is \$16,325.41, resulting in a purchased water adjustment factor of \$0.05 per 1,000 gallons.

5. The purchased water adjustment factor of \$0.05 per 1,000 gallons, as calculated in Appendix A to this Order, is fair, just, and reasonable, and should be approved.

6. North Shelby's proposed rates, as set forth in Appendix B to this Order, are fair, just, and reasonable and should be approved for water service rendered by North Shelby on and after December 1, 2017.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment factor of \$0.05 per 1,000 gallons is approved.

2. North Shelby's proposed rates as set forth in Appendix B to this Order are approved for water service rendered by North Shelby on and after December 1, 2017.

3. Within 20 days of the date of this Order, North Shelby shall file with the Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets showing the rates approved herein.

By the Commission

ENTERED
DEC 13 2017
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00444 DATED **DEC 13 2017**

	New Rate	Base Rate
Shelbyville Municipal Purchases in Gallons	108,836,100	108,836,100
Volumetric rate	<u>\$2.11/1,000</u>	<u>\$1.96/1,000</u>
	\$229,644.17	\$213,318.76
Frankfort Purchases in Gallons	63,955,000	63,955,000
Volumetric rate	<u>\$2.75/1,000</u>	<u>\$2.75/1,000</u>
	N/C	N/C
Louisville Water Monthly Service Charge	\$1,026/month	\$1,026/month
	<u>X 12</u>	<u>X 12</u>
	N/C	N/C
Purchases in Gallons Louisville Water	266,357,000	266,357,000
Volumetric rate	<u>\$2.25/1,000</u>	<u>\$2.25/1,000</u>
	N/C	N/C
West Shelby Purchases in Gallons	0	0
Volumetric rate	<u>\$7.54/1,000</u>	<u>\$7.54/1,000</u>
	N/C	N/C
	Increased water cost	\$16,325.41
Increased water cost	\$ 16,325.41	
Divided by gallons sold/1,000	<u>363,487,800</u>	
	\$ 0.0449	
Purchased water adjustment factor	\$0.05 per 1,000 Gallons	

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2017-00444 DATED **DEC 13 2017**

The following rates and charges are prescribed for the customers in the area served by North Shelby Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

5/8- X 3/4-Inch Meter

First	2,000 Gallons	\$22.38	Minimum Bill
Next	3,000 Gallons	7.49	per 1,000 Gallons
Next	5,000 Gallons	6.11	per 1,000 Gallons
Next	40,000 Gallons	5.42	per 1,000 Gallons
Over	50,000 Gallons	4.74	per 1,000 Gallons

1-Inch Meter

First	5,000 Gallons	\$44.85	Minimum Bill
Next	5,000 Gallons	6.11	per 1,000 Gallons
Next	40,000 Gallons	5.42	per 1,000 Gallons
Over	50,000 Gallons	4.74	per 1,000 Gallons

1 1/2-Inch Meter

First	10,000 Gallons	\$75.40	Minimum Bill
Next	40,000 Gallons	5.42	per 1,000 Gallons
Over	50,000 Gallons	4.74	per 1,000 Gallons

2-Inch Meter

First	15,000 Gallons	\$102.50	Minimum Bill
Next	35,000 Gallons	5.42	per 1,000 Gallons
Over	50,000 Gallons	4.74	per 1,000 Gallons

3-Inch Meter

First	35,000 Gallons	\$210.90	Minimum Bill
Next	15,000 Gallons	5.42	per 1,000 Gallons
Over	50,000 Gallons	4.74	per 1,000 Gallons

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